COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTHEAST DAVIESS)
COUNTY WATER DISTRICT FOR APPROVAL TO) CASE NO. 91-110
CONSTRUCT A PROPOSED WATER STORAGE TANK)
AND CONNECTOR WATER LINE)

ORDER

On April 8, 1991 Southeast Daviess County Water District ("Southeast Daviess") applied for, inter alia, authority to borrow \$400,000 from Central Bank and Trust Company of Owensboro, Kentucky. KRS 278.300(2) requires the Commission to dispose of this application within 60 days unless good cause exists to continue it. The Commission finds that good cause does exist to continue Southeast Daviess's application.

In its application, Southeast Daviess also seeks a Certificate of Public Convenience and Necessity to construct two water storage tanks. The proceeds of the proposed loan will fund these proposed storage tanks. As the proposed loan is intricately related to the proposed construction, the Commission finds that no ruling should be entered until evidence on the entire application has been taken. The Commission does not expect all evidence to be taken prior to the expiration of the 60 day period set forth in KRS 278.300.

IT IS THEREFORE ORDERED that Southeast Daviess's application for authority to borrow \$400,000 is continued generally.

Done at Frankfort, Kentucky, this 28th day of May, 1991.

PUBLIC SERVICE COMMISSION

Chairman

lice Chairman

Commissioner

ATTEST:

Executive Director